## Exhibit A

FROM :

FAX ND. : 5304789260

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Ed Kauppila P. O. Box 1641 Nevada City, CA 95959 530-478-9260

March 26, 2003

Cheryl Evans
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Dear Sherry,

The following is a functional description of the product which we discussed at your office last month. Now that we have agreement on the mutual non-disclosure agreement, I would like to proceed with the next step and have you assist me on getting a quotation for the breadboard. For now, I am calling the product the Privateye.

## WHAT IT DOES (CONFIDENTIAL)

The Privateye is a "black box" that contains a low-end black and white digital or analog camera and a modem attached to a standard telephone land line. When someone enters a premises or room the camera is activated and sends a picture of the intruder over the land line to a cell phone tower which transmits the picture wireless to a cell phone. This would be a direct connection to the cell phone without routing the picture over the internet which may be delayed or too slow .. The advantage is a picture proof of an intruder to eliminate false alarms and the picture would be date and time stamped for fitther evidence. The Private eye eliminates the need for a private alarm company to process the signal and the internet service provider is by passed. The cell phone user then makes a direct call to the police department requesting immediate response.

## HOW IT WORKS (CONFIDENTIAL)

- The Privateye is connected to a standard telephone line with a common telephone jack. The
  system is powered by an external 12 volt DC transformer plugged into a 110 volt AC wall plug
  outlet. The system has an internal rechargeable battery for back up.
- 2. A red LED light is constantly on when the alarm system is not activated. When a person leaves the premises, the person activates the alarm switch. This turns the red LED off and the Privateye is powered. A time delay circuit is engaged for 30 seconds to allow the person to leave the area without tripping the alarm.
- 3. The camera is focused on the room or doorway away from any window. When a pre-determined number of pixels are changed in the camera, this may be caused by some movement or intruder in the room. The Privateye is triggered and the following sequential events occur:

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- (a.) A picture is taken and recorded on a memory storage chip
- (b.) The analog/digital picture signal is processed in the modern black box to be compatible with the standard telephone land line and the wireless cell phone recipient. This signal is the same as if it had been processed and transmitted by an internet service provider (ISP)
- (c.) The modem seizes the telephone line and waits to detect the dial tone. Then the Privateye auto-dials the cell phone number. When the cell phone answers, detected by the same signal the cell phone provider uses for billing, the Privateye transmits the picture 3 times and disconnects.
- (d.). After 15 minutes, the Privateye is reset to its original armed condition.
- (e.) If the Privateve detects a busy signal or if the cell phone does not answer within 6 rings, the alarm system will disconnect and redial in 30 seconds. This will be continuous until the cell phone answers as there are no phone charges until the call is completed
- (f) Anytime during the transmission of an alarm picture, the cell phone user may press the star key and a new single picture will be taken and transmitted after the original first three pictures have been sent.
- (g.) Anytime during the transmission of a picture, the cell phone user may press the pound key and the Privateye system will disconnect or shut down at the conclusion of transmission of the current picture. The system will not auto reset. It can only be re-armed at the premises.
- 4. When a person returns to the premises, the Privateye is simply turned off with the switch and the red LED light appears to advise the alarm system is shut down. If a person delays in disarming the system after they enter the room, the cell phone will ring. This is a good test of the system at no phone charge. If a person answers the cell phone, a self picture will be transmitted for a more complete test. Phone charges will then apply.

## START-UP INSTALLATION (CONFIDENTIAL)

- Select a suitable room to detect an intruder that has a telephone outlet close to a 110 volt wall
  plug outlet.
- 2. Position the Privateye so that the lens points at a doorway or where movement may occur but do not point towards a window.
- 3. First, connect the Privateye to the telephone line outlet with the common telephone cord enclosed. Then plug in the 12 volt DC transformer to the 110 volt AC wall outlet and extend the 12 volt line to the Privateye. The telephone line must be attached to the system before the power is applied..
- 4. Activate the main switch to turn off the red LED light. Now the system is on or armed...

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- 5. Turn on the auto-dial program switch. Wait until you hear the dial tone then dial the cell phone number from the premises telephone. When the cell phone rings turn off the auto dial programming switch and hang up the premises telephone. The installation is now completed.
- 6. Turn off the main switch to the Privateye and the red LED light comes on which says the alarm system is off, not activated or armed.

This functional description may give you or one of your creative in house engineers enough information to make a line drawing schematic diagram to be distributed to a bread board company for a quote. Hopefully, the written text above need not be disclosed to help maintain confidentiality.

Blud Copy to

Your interest and support is appreciated, many thanks.

Cordially yours,

Ed Kauppila

Cc: Tom Wolf, Pres.